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Chief, Western Hemisphere

LINCOLN

PBSUCCESS - Operational Contact Report 18

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JEROME C. DUMBAR

Enclosure:

C/R 18

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gfb 17 February 1954

SPORET/HIBAT/PBSUCCESS



C/R /8

CONTACT REPORT

33,111,011
DATE: 8 February 1954, 0900
PIA CER Doffice, LINCOLN
COVER USED: None
PERSONS PRESENT: Mr. Barnes, [ ] King and [ ] Massis. [
DISCUSSION:
1. Main points of discussion centered on the briefing of RUFUS during the past week. Discussion was carried on chiefly by the three individuals who were in actual contact with him:
2. \( \sum_{\text{brought Col.}}\) King up to date re RUFUS, about the Gentlemen's Agreement between the Junta and the Group. There was no disagreement on the points in the agreement but they(RUFUS and \( \sum_{\text{J}}\) felt that there should be some mention of the time element in the agreement.
Re FP - main discussion centered on targets, media to be used, personnel to be used both here and there and the problem of the radio. Station site has been promised in
Problem of finances was discussed. The payment taken down by Seekford was never received by him. He has promised to breakdown expenses; had provided with December receipts and he has them himself for January. We will pay through our secure facilities next month. New method of payment should strengthen our control over the whole situation.
RUFUS will be No. 1 man if this thing is a success.  evidently wants it that way; his attitude with RUFUS is that of an elder statesman counselling. RUFUS is a dedicated man. RUFUS has departed - his documents will be returned to us after his arrival in Honduras. wants to see JCK
OCANA called [ ] home in [ ] and wanted [ ] to go to Washington. [ ] aughed the situation of RUFUS says ARENAS has been removed from the directory of PUA) this was prior to his departure from there)





Different points were taken up as a matter of briefing. Main point was changing tactics to infiltration type entry. Agreement was reached on each separate target and this was gone into in detail. Importance of getting the control of all major targets was stressed. We must have control of Guatemala City before going on.

Air support - they stressed psychological advantage of having aircraft in the air. We left with them the idea that we welcomed an air show on the day from any outside interest. They wanteplanes though they have given up the idea of using bombers.

Idea of compartmentation was thoroughle discussed. We will work from 6 separate staging sites and only RUFUS and his immediate staff will have the complete picture.

Subject of communications and R/Os was brought up. The first requirement laid on for fulfillment on his return was to acquire 20 R/Os and have them moved to Nicaragua. We have 6 now who have experience. RS-1 will require training period of  $2-2\frac{1}{2}$  months for men with experience.

RUFUS doesn't know actual details of personnel in Guatemala.

Methods of re-supply were discussed. We now have a firmed up list of supplies needed.

Sabotage training, leadership training were discussed. PIVALL is here now and should be ready to return about Thursday.

RUFUS is to turn over biographic data on his personnel to PIVALL after latter's return so that he can clear them. He is(RUFUS is) looking to us for the detailed planning.

Expenses were itemized: \_\_\_\_\_for the running of the 2 training camps; \_\_\_\_\_ for the month of February. RUFUS will provide estimate for March on 15 February.

Previous conditioning of these men through discussions by them with set the stage so that by leading up to a subject, they automatically carried on so that the decisions appeared to their own ideas.

Security - R/Os were discussed in detail. Intelligence net and R/Os contacts brought up in line with security. RUFUS knows the practical application even though he is not always familiar with the theories from the book. Dead-drop checked - courier will locate it for both the R/O and the intelligence net.

Possible S/W use was discussed. There is censorship in Guatemala but with any medium level S/W system the Guatemalans couldn't detect it.

Use of camera with agent. Seemed to see no problem in getting the film across. He realized fully that Don Ricardo needed these films for his planning.

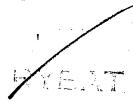
Necessity of a CE section under intelligence staff was brought up; it is needed to continuously check cut-outs, couriers. He now has an outline of a group for this purpose. Compartmentation was brought up in different aspect

Subject of DELGADO was brought up. He said he(Delgado) is one of our biggest problems at the present time as he knows everything in general pattern. RUFUS felt that they must get DELGADO in their control as soon as possible. He feels that this was a one-time sell-out, that Delgado had not been working for them before.

Subject of poligraphing was raised with regard to Delgado interrogation.

[ ] Juggested that perhaps the poligraph should be set up for the CE subjects. RUFUS then volunteered to be the first one to go on it so that the rest of the staff would take it. This Delgado deal showed the need for a poligraph. He is anxious to bring him back and use the machine on him.

Possibilities of another penetration on his own/staff was brought up.





He thinks that the channel used in obtaining Delgado's services may have been through
Delgado is one of RUFUS' immediate problems.
Facts Delgado knew but which haven't been publicized yet are: the trip to Hawana as he was coming to Kiami; trips to Panama for propaganda material; trip that I made about I to Tegucigalpa to Nicaragua to speak with Delgado introduced them). I also made a trip to El Salvador about I and called on the presen Delgado made a unit to Venezuela to buy I said he would send a special envoy to talk with north.  Bolland is being held prisoner by Somoza and has been held for the past 8 months. RUFUS had received information that BOLANO still had family members in Guatemala, was discouraged with the whole thing and planned to return to Guatemala and reveal all he knew to the Communist government in Guatemala.  Delgado flew BOLANO to Nicaragua and Somoza imprisoned him.
5. Col. King was interested in information about a BOLANOS, former Ministe of Defense of El Salvador who is very close to the president there - he is blocking the acceptance by El Salvador of the National Defense pact.
6. Question of trying to spring came up. The Junta has two lawyers in Guatemala who are going to attempt to visit see what condition he is in and get information from him and also try to obtain his release.
7. Finance situation was discussed. We currently have a balance of to the good. We will need before the end of February. Budget discussion was followed with a breakdown. It was suggested that RUFUS' funds be given through and JCK approved this. Disbursements must always be made in RUFUS' name. No specific funds have been set up for each station yet; only February budget has been established. It was suggested that an arbitrary figure be established and that a KANNE reserve fund be supplied each of the good



station which would be available for use only after cabled approval from HQS for release of the funds. Should be set up as a reserve fund with perhaps more to Guatemala said he felt that once over what is expected to be the monthly expendence should be a good figure to use for setting up a reserve. PP and FI agreed that one month's working reserve should be provided the stations and this would cover any gaps that might occur in getting funds to the stations as has happened in the past.

JCK orally authorized transfer of funds from one task to another as required.

Resume of tasks to be completed was made by

Meeting adjourned at 11:20.

pm 8 Feb. 54

